| 1<br>2<br>3<br>4<br>5 | Troy C. Bailey, State Bar No. 277424 Ryan C. Oca, State Bar No. 303113 THE CHANLER GROUP 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710-2565 Telephone: (510) 848-8880 Facsimile: (510) 848-8118 | ENDORSED FILED ALAMEDA COUNTY  OCT 2 7 2016  CLERK OF THE SUPERIOR COURT |
|-----------------------|--|--|
| 6                     | Attorneys for Plaintiff ANTHONY E. HELD, PH.D., P.E.   | BY DEPUTY  |
| 7                     | ,  |  |
| 8                     | SUPERIOR COURT C   | OF THE STATE OF CALIFORNIA   |
| 9                     | COUN   | TY OF ALAMEDA  |
| 10                    | UNLIMITED  | O CIVIL JURISDICTION   |
| 11                    |  |  |
| 12                    | ANTHONY E. HELD, PH.D., P.E.,  | Case No. RG16825055  |
| 13                    | Plaintiff,   | [PROPOSED] JUDGMENT PURSUANT TO TERMS OF PROPOSITION 65                  |
| 14                    | V.   | SETTLEMENT AND CONSENT<br>JUDGMENT                                       |
| 15                    | THE GORILLA GLUE COMPANY; and DOES 1-150, inclusive,   | Date: October 27, 2016   |
| 16                    | Defendants.  | Time: 2:00 p.m. Dept. 20   |
| 17                    |  | Judge: Hon. Robert B. Freedman   |
| 18                    |  | Reservation No.: R-1777237   |
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JUDGMENT PURSUANT TO TERMS OF PROPOSITION 65 SETTLEMENT AND CONSENT JUDGMENT

In the above-entitled action, plaintiff Anthony E. Held, Ph.D., P.E., and defendant The Gorilla Glue Company, having agreed through their respective counsel that Judgment be entered pursuant to the terms of their settlement agreement in the form of a [Proposed] Consent Judgment ("Consent Judgment"), and following this Court's issuance of an Order approving this Proposition 65 settlement and Consent Judgment.

IT IS HEREBY ORDERED, ADJUDGED AND DECREED that, pursuant to California Health & Safety Code § 25249.7(f)(4) and California Code of Civil Procedure § 664.6, Judgment is entered in accordance with the terms of the Consent Judgment attached hereto as **Exhibit A**. By stipulation of the parties, the Court will retain jurisdiction to enforce the settlement under Code of Civil Procedure § 664.6.

IT IS SO ORDERED.

Dated 0 (+ 27 20/6

JUNGE OF THE SUPERIOR COURT

ROBERT PREEDMAN

| 1   | Troy C. Bailey, State Bar No. 277424   |                             |  |
|-----|--|-----------------------------|--|
| 2   | Troy C. Bailey, State Bar No. 277424<br>Ryan C. Oca, State Bar No. 303113<br>THE CHANLER GROUP |                             |  |
| 3   | 2560 Ninth Street Parker Plaza, Suite 214  |                             |  |
| 4   | Berkeley, CA 94710-2565<br>Telephone: (510) 848-8880<br>Facsimile: (510) 848-8118              |                             |  |
| 5   | Facsimile: (510) 848-8118  |                             |  |
| 6   | Attorneys for Plaintiff  |                             |  |
| 7   | ANTHÔNY E. HELD, PH.D., P.E.   |                             |  |
| 8   |  |                             |  |
| 9   | SUPERIOR COURT OF THE STATE OF CALIFORNIA  |                             |  |
| 10  | COUNTY OF ALAMEDA  |                             |  |
| -11 | UNLIMITED CI   | VIL JURISDICTION            |  |
| 12  | ANTHONY E. HELD, PH.D., P.E.,  | Case No. RG16825055         |  |
| 13  | Plaintiff,   | Case 110. RG10023033        |  |
| 14  | V.   | [PROPOSED] CONSENT JUDGMENT |  |
| 15  | THE GORILLA GLUE COMPANY; and  |                             |  |
| 16  | DOES 1-150, inclusive,   | Action Filed, July 29, 2016 |  |
| 17  | Defendants.  | Action Filed: July 28, 2016 |  |
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|     | [PROPOSED] CONSENT JUDGMENT  |                             |  |

# 1. <u>INTRODUCTION</u>

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#### 1.1 Parties

This Consent Judgment is entered into by and between plaintiff Anthony E. Held, Ph.D., P.E. ("Dr. Held") and defendant Gorilla Glue Company ("Gorilla Glue"), with Dr. Held and Gorilla Glue each individually referred to as a "Party" and collectively as the "Parties."

## 1.2 Anthony E. Held. Ph.D., P.E.

Dr. Held is an individual residing in the State of California who seeks to promote awareness of exposure to toxic chemicals and to improve human health by reducing or eliminating hazardous substances contained in consumer and commercial products.

#### 1.3 The Gorilla Glue Company

Gorilla Glue employs ten or more persons and is a person in the course of doing business for purposes of the Safe Drinking Water and Toxic Enforcement Act of 1986, California Health and Safety Code Section 25249.5 *et seq.* ("Proposition 65").

# 1.4 General Allegations

Dr. Held alleges that Gorilla Glue has manufactured, imported, distributed and/or sold vinyl/PVC tool grips containing diisononyl phthalate ("DINP") without the requisite Proposition 65 warnings. On December 20, 2013, DINP became listed under Proposition 65 as a chemical known to cause cancer.

## 1.5 Product Description

The products that are covered by this Consent Judgment are vinyl/PVC tool grips including, but not limited to, the *Chu Supply Screwdriver*, *UPC ±0 52427 26021 5* that are manufactured, imported, sold and/or distributed for sale in California by Gorilla Glue (hereinafter the "Products").

#### 1.6 Notice of Violation

On or about August 10, 2015, Dr. Held served Gorilla Glue and the requisite public enforcement agencies with a 60-Day Notice of Violation ("Notice"), alleging that Gorilla Glue violated Proposition 65 when it failed to warn its customers and consumers in California that its Products expose users to DINP. To the best of the Parties' knowledge, no public enforcer has commenced and is diligently prosecuting the allegations set forth in the Notice.

During the investigation of this matter it has come to the attention of the Parties that certain Products may also contain di(2-ethylhexyl)phthalate ("DEHP"). DEHP is listed under Proposition 65 as a chemical known to cause birth defects (and reproductive harm). As such, Gorilla Glue has committed to only sell, offer for sale, or distribute for sale in California, Reformulated Products containing DEHP concentrations less than 0.1 percent (1,000 parts per million), per section 2 below.

## 1.7 Complaint

On July 28, 2016, Dr. Held filed a complaint in the Superior Court in and for the County of Alameda against Gorilla Glue and Does 1 through 150, *Held v. The Gorilla Glue Company, et al.*, Case No. RG16825055 ("Complaint" or "Action"), alleging violations of Proposition 65, based on the alleged exposure to DINP contained in certain vinyl/PVC tool grips sold by Gorilla Glue.

#### 1.8 No Admission

Gorilla Glue denies the material, factual, and legal allegations contained in the Notice and Complaint. Gorilla Glue maintains that all of the products that it has sold and distributed in California, including the Products, have been, and are, in compliance with all laws. Nothing in this Consent Judgment shall be construed as an admission by Gorilla Glue of any fact, finding, conclusion, issue of law, or violation of law, nor shall compliance with this Consent Judgment constitute or be construed as an admission by Gorilla Glue of any fact, finding, conclusion, issue of law, or violation of law, such being specifically denied by Gorilla Glue. However, this section shall not diminish or otherwise affect Gorilla Glue's obligations, responsibilities, and duties under this Consent Judgment.

## 1.9 Consent to Jurisdiction

For purposes of this Consent Judgment only, the Parties stipulate that this Court has jurisdiction over the Parties as to the allegations contained in the Complaint, that venue is proper in the County of Alameda and that this Court has jurisdiction to enter and enforce the provisions of this Consent Judgment.

## 1.10 Effective Date

For purposes of this Consent Judgment, the term "Effective Date" shall be the date this Consent Judgment is entered by the Court, including any unopposed Tentative Ruling.

# 2. INJUNCTIVE RELIEF: REFORMULATION COMMITMENT

Commencing on the Effective Date, Gorilla Glue shall only sell, offer for sale, or distribute for sale in California, Reformulated Products. For purposes of this Consent Judgment, "Reformulated Products" are defined as those Products containing DINP and/or DEHP each in concentrations less than 0.1 percent (1,000 parts per million) in each accessible component when analyzed pursuant to U.S. Environmental Protection Agency testing methodologies 3580A and 8270C, or any other methodology utilized by federal or state agencies for the purpose of determining the DINP and/or DEHP content in a solid substance.

# 3. MONETARY SETTLEMENT TERMS

## 3.1 Civil Penalty

Pursuant to Health and Safety Code Section 25249.7(b), Gorilla Glue shall pay civil penalties in the amount of \$3,500. The penalty payment shall be allocated according to Health and Safety Code Section 25249.12(c)(1) and (d), with 75% of the penalty amount paid to the California Office of Environmental Health Hazard Assessment ("OEHHA") and the remaining 25% of the penalty paid to Dr. Held. Dr. Held's counsel shall be responsible for remitting Gorilla Glue's penalty payment under this Settlement Agreement to OEHHA. Within two (2) business days of the Effective Date Gorilla Glue shall issue a check payable to "The Chanler Group, Anthony E. Held Client Trust Account" in the amount of \$3,500, to the address provided in section 3.3 below.

## 3.2 Reimbursement of Attorney's Fees and Costs

The Parties acknowledge that Dr. Held and his counsel offered to resolve this dispute without reaching terms on the amount of fees and costs to be reimbursed to them, thereby leaving the issue to be resolved after the material terms of the agreement had been settled. Shortly after the other settlement terms had been finalized, Gorilla Glue expressed a desire to resolve Dr. Held's fees and costs. Gorilla Glue agrees to pay Dr. Held and his counsel under the private attorney general doctrine codified at California Code of Civil Procedure Section 1021.5, for all work performed through the mutual execution of this agreement, including without limitation the fees and costs incurred as a result of investigating, bringing this matter to Gorilla Glue's attention, negotiating a settlement, and seeking court approval of the same. Gorilla Glue agrees to pay \$30,000 in fees and

costs within two (2) business days of the Effective Date in the form of a check made payable to "The Chanler Group."

#### 3.3 Payment Procedures

All payments required by this Consent Judgment shall be delivered to the following address:

The Chanler Group Attn: Proposition 65 Controller 2560 Ninth Street Parker Plaza, Suite 214 Berkeley, CA 94710

#### 4. <u>CLAIMS COVERED AND RELEASED</u>

# 4.1 Dr. Held's Release of Proposition 65 Claims

This Consent Judgment is a full, final and binding resolution of all claims that were or could have been asserted in the Action arising out of Gorilla Glue's alleged failure to provide Proposition 65 warnings for the Products. Dr. Held, acting on his own behalf and in the public interest, releases Gorilla Glue and its parents, subsidiaries, affiliated entities under common ownership, directors, officers, employees, and attorneys ("Releasees") and each entity to whom Gorilla Glue directly or indirectly distributes or sells the Products including, but not limited to, its downstream distributors, wholesalers, customers, retailers, franchisers, cooperative members, licensors and licensees ("Downstream Releasees") for any violations arising under Proposition 65 for unwarned exposures to DINP from the Products manufactured, imported, distributed or sold by Gorilla Glue prior to the Effective Date, as set forth in the Notice. Compliance with the terms of this Consent Judgment constitutes compliance with Proposition 65 by Gorilla Glue with respect to the alleged or actual failure to warn about exposures to DINP from Products manufactured, sold or distributed for sale by Gorilla Glue after the Effective Date.

#### 4.2 Dr. Held's Individual Release of Claims

Dr. Held also, in his individual capacity only and *not* in his representative capacity, on behalf of himself, his past and current agents, representatives, attorneys, successors and/or assignees, provides a release herein which shall be effective as a full and final accord and satisfaction, as a bar to all actions, causes of action, obligations, costs, expenses, attorneys' fees,

damages, losses, claims, liabilities and demands of Dr. Held of any nature, character or kind, whether known or unknown, suspected or unsuspected, limited to and arising out of alleged or actual exposures to DINP and/or DEHP in the Products manufactured, distributed or sold by Releasees and Downstream Releasees..

#### 4.3 Gorilla Glue's Release of Dr. Held

Gorilla Glue on behalf of itself, its past and current agents, representatives, attorneys, successors, and/or assignees, hereby waives any and all claims against Dr. Held, his attorneys and other representatives, for any and all actions taken or statements made (or those that could have been taken or made) by Dr. Held and his attorneys and other representatives prior to the Effective Date, whether in the course of investigating claims or otherwise seeking to enforce Proposition 65 against it in this matter with respect to the Products.

# 4.4 <u>Mutual Waiver of Code of Civil Procedure Section 1542</u>

The Parties each acknowledge he/it is familiar with Section 1542 of the Civil Code, which provides as follows:

A GENERAL RELEASE DOES NOT EXTEND TO CLAIMS WHICH THE CREDITOR DOES NOT KNOW OR SUSPECT TO EXIST IN HIS OR HER FAVOR AT THE TIME OF EXECUTING THE RELEASE, WHICH IF KNOWN BY HIM OR HER MUST HAVE MATERIALLY AFFECTED HIS OR HER SETTLEMENT WITH THE DEBTOR.

The Parties, each on his/its own behalf, and on behalf of his/its past and current agents, representatives, attorneys, successors, and/or assignees, expressly waives and relinquishes any and all rights and benefits which he/it may have under, or which may be conferred upon him/it by the provisions of Civil Code Section 1542 as well as under any other state or federal statute or common law principle of similar effect, to the fullest extent he/it may lawfully waive such rights or benefits pertaining to the released matters, as specifically defined by sections 4.2 and 4.3, above.

## 5. **COURT APPROVAL**

This Consent Judgment is not effective until it is approved and entered by the Court and shall be null and void if, for any reason, it is not approved and entered by the Court within one year after it has been fully executed by the Parties, or by such additional time as the Parties may agree to in writing.

## 6. **SEVERABILITY**

If, subsequent to the execution of this Consent Judgment, any of the provisions of this Consent Judgment are held by a court to be unenforceable, the validity of the enforceable provisions remaining shall not be adversely affected.

#### 7. GOVERNING LAW

The terms of this Consent Judgment shall be governed by the laws of the State of California and apply within the State of California. In the event that Proposition 65 is repealed, preempted or is otherwise rendered inapplicable by reason of law generally, or if any of the provisions of this Consent Judgment are rendered inapplicable by preemption or reason of law generally as to the Products, or, in the event that a court of competent jurisdiction or an agency of the State of California determines that products that contain DINP and/or DEHP do not require Proposition 65 warnings, then all of Gorilla Glue's obligations set forth in this Consent Judgment to either reformulate the Products or provide warnings on the Products shall terminate and Gorilla Glue shall have no further obligations pursuant to this Consent Judgment with respect to, and to the extent that, the Products are so affected.

#### 8. NOTICE

Unless specified herein, all correspondence and notice required to be provided pursuant to this Consent Judgment shall be in writing and sent by: (a) personal delivery; (b) first-class, registered or certified mail, return receipt requested; or (c) a recognized overnight courier on any Party by the other at the following addresses:

| 1                |   | To: Gorilla Glue   | To: Dr. Held   |  |
|------------------|---|--|--|--|
| 2                |   | Nick Ragland, Jr., CFO<br>The Gorilla Glue Company<br>4550 Red Bank Expressway                                     | Proposition 65 Coordinator<br>The Chanler Group<br>2560 Ninth Street |  |
| 3                |   | Cincinnati, OH 45227   | Parker Plaza, Suite 214<br>Berkeley, CA 94710-2565                   |  |
| 5                |   |  |  |  |
| 6<br>7<br>8<br>9 |   | With copy to:  Ann G. Grimaldi, Esq. Grimaldi Law Offices 50 California Street, Suite 1500 San Francisco, CA 94111 |  |  |
| 10<br>-11        | Any I   | Party may, from time to time, specify in writing t   | to the other a change of address to which all                        |  |
|                  | notices and other communications shall be sent.   |  |  |  |
| 12               | 9. <u>COUNTERPARTS; FACSIMILE SIGNATURES</u>  |  |  |  |
| 13               |   | This Consent Judgment may be executed in co  | unterparts and by facsimile or portable                              |  |
| 14               | document format (PDF) signature, each of which shall be deemed an original, and all of which,           |  |  |  |
| 15               | when  | when taken together, shall constitute one and the same document.   |  |  |
|                  | 10. COMPLIANCE WITH HEALTH & SAFETY CODE SECTION 25249.7(f)   |  | TY CODE SECTION 25249.7(f)   |  |
| 17               |   | Dr. Held and his attorneys agree to comply with  | th the reporting form requirements referenced                        |  |
| 18               | in California Health and Safety Code Section 25249.7(f).  |  |  |  |
| 19<br>20         | 11. ADDITIONAL POST EXECUTION ACTIVITIES  |  | <u>VITIES</u>  |  |
| 21               | Dr. Held and Gorilla Glue agree to mutually employ their best efforts to support the entry of           |  |  |  |
| 21               | this agreement as a Consent Judgment and obtain approval of this Consent Judgment by the Court          |  |  |  |
| 23               | in a ti   | mely manner. The Parties acknowledge that, pu  | rsuant to California Health & Safety Code                            |  |
| 24               | Section 25249.7, a noticed motion is required to obtain judicial approval of this Consent Judgment,     |  |  |  |
| 25               | which Dr. Held shall draft and file, and Gorilla Glue shall not oppose. If any third party objection    |  |  |  |
| 2 <i>5</i>       | to the noticed motion is filed, Dr. Held and Gorilla Glue shall work together to file a joint reply and |  |  |  |
| 20               | appear at any hearing before the Court. This provision is a material component of this Consent          |  |  |  |

Judgment and shall be treated as such in the event of a breach.

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| 1  | 12.  | MODIFICATION  |  |  |  |
|----|--|---|--|--|--|
| 2  |  | This Consent Judgment may be modif  | fied only: (1) by written agreement of the Parties and |  |  |
| 3  | upon   | upon entry of a modified Consent Judgment by the Court thereon; or (2) upon a successful motion |  |  |  |
| 4  | of an  | of any Party and entry of a modified Consent Judgment by the Court.                             |  |  |  |
| 5  | 13. <u>AUTHORIZATION</u>   |   |  |  |  |
| 6  | The undersigned are authorized to execute this Consent Judgment on behalf of their                 |   |  |  |  |
| 7  | respective Parties and have read, understood, and agree to all of the terms and conditions of this |   |  |  |  |
| 8  | Cons   | ent Judgment.   |  |  |  |
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| 10 | A  | GREED TO:   | AGREED TO:   |  |  |
| 11 |  |   | ,  |  |  |
| 12 | D  | ate: 8/23/2016  | Date:  |  |  |
| 13 | R  | y: anthony & Kell   | B <sub>V</sub>   |  |  |
| 14 | <b>D</b>   | y: Unihony 5. Kell<br>Anthony E Held, Ph.D., P.E.   | By: Peter Ragland, President The Gorilla Glue Company  |  |  |
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| 1  | 12.  | <b>MODIFICATION</b>   |   |  |
|----|--|---|---|--|
| 2  |  | This Consent Judgment may be modified only: (1) by written agreement of the Parties and         |   |  |
| 3  | upon   | upon entry of a modified Consent Judgment by the Court thereon; or (2) upon a successful motion |   |  |
| 4  | of any   | of any Party and entry of a modified Consent Judgment by the Court.                             |   |  |
| 5  | 13. <u>AUTHORIZATION</u>   |   |   |  |
| 6  |  | The undersigned are authorized to execute this Consent Judgment on behalf of their              |   |  |
| 7  | respective Parties and have read, understood, and agree to all of the terms and conditions of this |   |   |  |
| 8  | Consent Judgment.  |   |   |  |
| 9  |  |   |   |  |
| 10 | A  | GREED TO:   | AGREED TO:  |  |
| 11 |  |   | Date:8/2016                                       |  |
| 12 | Da   | ate:  | Date:   |  |
| 13 | B  | y;  | By:   |  |
| 14 | ۵,   | Anthony E. Held, Ph.D., P.E.  | Peter Ragland, President The Gorilla Glue Company |  |
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